

HOUSE BILL 738

By Campbell

AN ACT to amend Tennessee Code Annotated, Title 62,
Chapter 5, relative to pre-need funeral contracts.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 62-5-407(b)(1), is amended by deleting the subdivision and substituting the following:

(1) If the pre-need funeral contract purchaser chooses to fund the pre-need funeral contract by a trust deposit or deposits, then the pre-need seller shall deposit eighty percent (80%) of the funds received for funeral services and merchandise to be held in trust, within fifteen (15) calendar days of receipt. The pre-need funeral contract must disclose to the purchaser in boldface type the percentage of funds the seller is required to deposit in trust along with the name of the trust officer, the trust institution, and their respective addresses and phone numbers. The pre-need seller, at the time of making the deposit, shall furnish to the trustee the name of each pre-need funeral contract beneficiary and the amount of payment on each for which the deposit is being made.

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it, and applies to pre-need funeral contracts entered into or amended on or after the effective date of this act.